COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS

ADJUSTMENT FILING OF AUXIER

ROAD GAS COMPANY, INC.

)

CASE NO. 8768-L

ORDER

On September 16, 1983, the Commission issued its Order in Case No. 8768 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On January 29, 1985, Auxier Road Gas Company, Inc., ("Auxier") notified the Commission that its wholesale cost of gas had been decreased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective November 1, 1984, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Auxier's notice of January 29, 1985, set out certain revisions in rates which Auxier proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$39,098 or 61.8 cents per Mcf.

- (2) Auxier's wholesale cost of gas was decreased by Columbia effective November 1, 1984.
- (3) Auxier proposed an effective date of January 1, 1985. The proposed rates should become effective on and after November 1, 1984, to coincide with the effective date of Columbia's revised rates.
- (4) The Commission takes note that Auxier's wholesale cost of gas was also revised by Columbia effective October 20, 1984. The rates set out in Appendix B to this Order should be effective for gas supplied from October 20, 1984, to November 1, 1984.
- (5) Auxier should report to the Commission any excess revenues collected during the period from October 20, 1984, to the date the adjusted rates are implemented, along with a plan to refund any excess collections to its customers.
- (6) Auxier's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8768 dated September 16, 1983, is fair, just and reasonable and in the public interest.

IT IS THEREFORE ORDERED that the rates in Appendix A to this Order be and they hereby are authorized effective with gas supplied on and after November 1, 1984.

IT IS FURTHER ORDERED that the rates in Appendix B to this Order be and they hereby are authorized effective with gas supplied from October 20, 1984, to November 1, 1984.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Auxier shall report to the Commission any excess revenues collected during the period from October 20, 1984, to the date the adjusted rates are implemented, along with a plan to refund any excess collections.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Auxier shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 15th day of February, 1985.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8768-L DATED February 15, 1985.

The following rates and charges are prescribed for the customers served by Auxier Road Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

First 1,000 cu. ft.

\$8.067 Minimum Bill

All Over 1,000 cu. ft.

7.267 per 1,000 cu. ft.

The base rate for the future application of the purchased gas adjustment clause of Auxier Road Gas Company, Inc., shall be:

Commodity

Columbia Gas of Kentucky, Inc.

\$4.951 per Mcf

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8768-L DATED February 15, 1985.

The following rates and charges are prescribed for the customers served by Auxier Road Gas Company, Inc. These rates are effective for gas supplied from October 20, 1984, to November 1, 1984.

RATES: Monthly

First 1,000 cu. ft.

\$8.073 Minimum Bill

All Over 1,000 cu. ft.

7.273 per 1,000 cu. ft.